

Gem Granites

August 25, 2022

Ratings

| Facilities/Instruments | Amount (Rs crore) | Rating ¹ | Rating Action |
|--|--|--|--|
| Long Term Bank Facilities | 58.02 | CARE D; ISSUER NOT COOPERATING* (Single D; ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Long Term / Short Term Bank Facilities | 19.33 | CARE D; ISSUER NOT COOPERATING* (Single D; ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Short Term Bank Facilities | 77.16 | CARE D; ISSUER NOT COOPERATING* (Single D; ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Total Bank Facilities | 154.51 (Rs One Hundred Fifty-Four Crore and Fifty-One Lakhs Only) | | |

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated July 05, 2021, placed the rating(s) of Gem Granites (GG) under the 'issuer non-cooperating' category as GG had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. GG continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated May 21, 2022, May 31, 2022, June 10, 2022.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'s opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).

Detailed description of the key rating drivers

Please refer to PR dated [July 05, 2021](#)

Analytical approach: Standalone

Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on default recognition](#)

About the firm

GG is a partnership firm established in the year 1972 by Mr Veeramani to carry on the business of mining/quarrying and processing of various varieties of granites. The firm has two quarrying units one in Ilkal, Karnataka and other in Dharmapuri district. It also has a granite processing unit in Injambakkam, Chennai.

| Brief Financials (Rs. crore) | FY20 (A) | FY21 (A) | FY22 (Prov.) | Q1FY23 (Prov.) |
|------------------------------|----------|----------|--------------|----------------|
| Total operating income | NA | NA | NA | NA |
| PBILDT | NA | NA | NA | NA |
| PAT | NA | NA | NA | NA |
| Overall gearing (times) | NA | NA | NA | NA |
| Interest coverage (times) | NA | NA | NA | NA |

A: Audited; Prov.: Provisional; NA: Not Available

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

Covenants of rated instrument/facility: Annexure-3

Complexity level of various instruments rated for this firm: Annexure-4

Annexure-1: Details of Instruments/Facilities

| Name of the Instrument | ISIN | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs crore) | Rating Assigned along with Rating Outlook |
|--|------|------------------|-------------|----------------|------------------------------|---|
| Fund-based - LT-Working capital Term Loan | | - | - | September 2020 | 25.49 | CARE D; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Letter of credit | | - | - | - | 6.50 | CARE D; ISSUER NOT COOPERATING* |
| Fund-based - LT-Cash Credit | | - | - | - | 29.00 | CARE D; ISSUER NOT COOPERATING* |
| Fund-based - LT-Term Loan | | - | - | March 2017 | 2.80 | CARE D; ISSUER NOT COOPERATING* |
| Fund-based - LT-Term Loan | | - | - | March 2018 | 0.73 | CARE D; ISSUER NOT COOPERATING* |
| Fund-based - ST-Packing Credit in Indian rupee | | - | - | - | 70.00 | CARE D; ISSUER NOT COOPERATING* |
| Non-fund-based - LT/ ST-Bank Guarantee | | - | - | - | 19.33 | CARE D; ISSUER NOT COOPERATING* |
| Fund-based - ST-Packing Credit in Indian rupee | | - | - | - | 0.66 | CARE D; ISSUER NOT COOPERATING* |

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating History of last three years

| Sr. No. | Name of the Instrument/ Bank Facilities | Current Ratings | | | Rating History | | | |
|---------|---|-----------------|-------------------------------|---------------------------------|---|---|---|---|
| | | Type | Amount Outstanding (Rs crore) | Rating | Date(s) and Rating(s) assigned in 2022-2023 | Date(s) and Rating(s) assigned in 2021-2022 | Date(s) and Rating(s) assigned in 2020-2021 | Date(s) and Rating(s) assigned in 2019-2020 |
| 1 | Fund-based - LT-Working capital Term Loan | LT | 25.49 | CARE D; ISSUER NOT COOPERATING* | - | 1)CARE D; ISSUER NOT COOPERATING* (05-Jul-21) | 1)CARE D; ISSUER NOT COOPERATING* (02-Jul-20) | 1)CARE D; ISSUER NOT COOPERATING* (09-May-19) |
| 2 | Non-fund-based - ST-Letter of credit | ST | 6.50 | CARE D; ISSUER NOT COOPERATING* | - | 1)CARE D; ISSUER NOT COOPERATING* (05-Jul-21) | 1)CARE D; ISSUER NOT COOPERATING* (02-Jul-20) | 1)CARE D; ISSUER NOT COOPERATING* (09-May-19) |
| 3 | Fund-based - LT-Cash Credit | LT | 29.00 | CARE D; ISSUER NOT COOPERATING* | - | 1)CARE D; ISSUER NOT COOPERATING* (05-Jul-21) | 1)CARE D; ISSUER NOT COOPERATING* (02-Jul-20) | 1)CARE D; ISSUER NOT COOPERATING* (09-May-19) |
| 4 | Fund-based - LT-Term Loan | LT | 2.80 | CARE D; ISSUER NOT COOPERATING* | - | 1)CARE D; ISSUER NOT COOPERATING* (05-Jul-21) | 1)CARE D; ISSUER NOT COOPERATING* (02-Jul-20) | 1)CARE D; ISSUER NOT COOPERATING* (09-May-19) |
| 5 | Fund-based - LT-Term Loan | LT | 0.73 | CARE D; ISSUER NOT COOPERATING* | - | 1)CARE D; ISSUER NOT COOPERATING* (05-Jul-21) | 1)CARE D; ISSUER NOT COOPERATING* (02-Jul-20) | 1)CARE D; ISSUER NOT COOPERATING* (09-May-19) |
| 6 | Fund-based - ST-Packing | ST | 70.00 | CARE D; ISSUER NOT | - | 1)CARE D; ISSUER NOT | 1)CARE D; ISSUER NOT | 1)CARE D; ISSUER NOT |

| | | | | | | | | |
|---|--|--------|-------|---------------------------------|---|---|---|---|
| | Credit in Indian rupee | | | COOPERATING* | | COOPERATING* (05-Jul-21) | COOPERATING* (02-Jul-20) | COOPERATING* (09-May-19) |
| 7 | Non-fund-based - LT/ST-Bank Guarantee | LT/ST* | 19.33 | CARE D; ISSUER NOT COOPERATING* | - | 1)CARE D; ISSUER NOT COOPERATING* (05-Jul-21) | 1)CARE D; ISSUER NOT COOPERATING* (02-Jul-20) | 1)CARE D; ISSUER NOT COOPERATING* (09-May-19) |
| 8 | Fund-based - ST-Packing Credit in Indian rupee | ST | 0.66 | CARE D; ISSUER NOT COOPERATING* | - | 1)CARE D; ISSUER NOT COOPERATING* (05-Jul-21) | 1)CARE D; ISSUER NOT COOPERATING* (02-Jul-20) | 1)CARE D; ISSUER NOT COOPERATING* (09-May-19) |

*Issuer did not cooperate; Based on best available information

Annexure 3: Detailed explanation of the covenants of the rated instruments/facilities: Not Applicable

Annexure 4: Complexity level of various instruments rated for this firm:

| Sr. No. | Name of the Instrument | Complexity Level |
|---------|--|------------------|
| 1 | Fund-based - LT-Cash Credit | Simple |
| 2 | Fund-based - LT-Term Loan | Simple |
| 3 | Fund-based - LT-Working capital Term Loan | Simple |
| 4 | Fund-based - ST-Packing Credit in Indian rupee | Simple |
| 5 | Non-fund-based - LT/ ST-Bank Guarantee | Simple |
| 6 | Non-fund-based - ST-Letter of credit | Simple |

Annexure 5: Bank Lender Details for this firm

To view the lender wise details of bank facilities please [click here](#)

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

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About CARE Ratings Limited:

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